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**Request for City Council Committee Action  
From the department of Public Works and Purchasing**

Date March 8, 2002

To Transportation and Public Works Committee  
Referral to Ways and Means Committee

Prepared Gary Warnberg Director, Purchasing

Approved by David J. Sonnenberg City Engineer/Director Public Works

Subject Official Publication No. 5786 - Bids for Crane Carrier Vehicles - Parts and Service

Presenters in Committee David J. Sonnenberg City Engineer/Director Public Works

**Recommendation**

Acceptance of the bid of Midwest Diesel Service, Inc. for an estimated expenditure of \$ 140,000.00 to provide OEM Crane Carrier parts and service through the period ending February 28, 2003.

Terms are net 30 days. F.O.B.: Origin.

**Financial Impact (Check those that apply)**

- ☐ No financial impact (If checked, go directly to Background/Supporting Information)
- ☐ Action requires an appropriation increase to the Capital Budget
- ☐ Action requires an appropriation increase to the Operating Budget
- ☐ Action provides increased revenue for appropriation increase
- ☐ Action requires use of contingency or reserves
- ☒ Other financial impact (Explain): Action is within Budget
- ☐ Request provided to the Budget Office when provided to the Committee Coordinator

**Background/Supporting Information**

Tabulation of bids received on Official Publication No. 5786 for Crane Carrier Vehicles - Parts and Service for Public Works Solid Waste and Recycling Division is attached.

cc: B. Lokkesmoe  
S. Young  
R. Nubbe (approved by Civil Rights Contract Compliance)

**Department of Public Works**

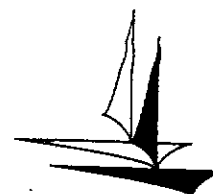
**Division of Solid Waste & Recycling**

309 Second Avenue South - Room 210  
Minneapolis MN 55401-2281

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**City of Minneapolis**

March 7, 2002

Mr. David Ybarra  
City of Minneapolis Purchasing Dept.  
330 2<sup>nd</sup> Ave. So. #552  
Mpls., MN. 55401

Re: Op # 5786, Previous Price Agreement # DY 00066E.

Dear Mr. Ybarra:

The Division of Solid Waste and Recycling has a predominantly Crane Carrier fleet of trucks (74%). Standardization of equipment allows for efficiencies of knowledge, repair and parts stocking relating to vehicle operation and maintenance.

On January 3, 2002 the City opened bids for various replacement parts and associated labor relating to repair and maintenance of the City's Crane Carrier vehicles. There was only one bidder: Midwest Diesel Service, Inc. The probable reason for not receiving bids from any other vendors is that Midwest Diesel is the Upper Midwest area distributorship for Crane Carrier Products, other vendors would need to buy parts through Midwest Diesel or directly from Crane Carrier for resale to the City. In their bid Midwest Diesel offered a parts price of 20% discount from list prices, which is the same as the two previous years that we have contracted with them for parts and associated labor. The labor rate that they bid was \$76.00 per hour. Labor rates of other distributors and dealers for other brands of trucks in the Metro area range between \$75 and \$82/hour.

The Division utilizes approximately \$ 140,000 per year of parts and labor to maintain the Crane Carrier Fleet. The Division requests that the Council approve the sole bid of Midwest Diesel Service, Inc for parts and labor as specified on the attachment and appropriate an amount not to exceed \$140,000 to the Solid Waste and Recycling Equipment Repair Cost Center. The Division has sufficient revenues to expend this amount, as needed.

Very truly yours,

  
Susan A. Young  
Director of Solid Waste & Recycling

SAY:amd

Cc: file

"BIDS FOR CRANE CARRIER VEHICLES - PARIS AND SERVICE" - P/M Solid Waste

Bids opened 10 AM, CST January 3, 2002 Minneapolis MN		William Hood Service Bureau	
1.	Parts - Crane Carrier Truck Parts Price Book No.	N/A	
	Dated	1-02	
	less % discount	20	
	from - column	101	
	*Add'l deduction of % maybe deducted if Tax Exempt	0	
2.	Hourly Labor Rate	76.00	
3.	Cash Discount	0	
	% 20 day		
	FOB	Blaine	
4.	Bidder agrees to extend for 12 months: Yes/No	NO	
	For a add'l 24 months Yes/No	NO	
	Acknowledge Addenda		
We, the undersigned, hereby certify that the above bids were publicly opened and read aloud:			
	<i>P. O'Brien</i> FINANCE OFFICER		
	<i>David M. Macrae</i> ASST. DIRECTOR, PURCHASING		